

~~CONFIDENTIAL~~
Security Information

14 August 1952

MEMORANDUM FOR: Mr. Wolf

SUBJECT : Advances or Payments to Employees for Personal Expenditures

1. The attached is a staff study from the Comptroller with comment by the General Counsel which proposes a solution to a continuing and needfull problem. CIA employees, particularly those overseas, frequently face personal problems for which money is the essential solution. They do not have the funds themselves. The expenses are of a personal nature and therefore cannot be paid from Government funds. It is illegal to advance or loan Government funds, but not only may employee morale be shattered by Agency failure to take some action in the way of assistance, but the employee may be subjected to such pressures as to create a security risk.

2. The solutions proposed are (1) extension of Credit Union facilities overseas and (2) exploration of the need for and feasibility of a welfare association approach. I believe that both are desirable and recommend approval of the proposal that the Comptroller be made responsible for appropriate action.

/s/

L. K. WHITE

SA/ADD/A:RSW:jeb (11 Aug 52)

ADD/A chrono

1 Att - Staff Study (AR-D-2037)
same subject

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